Prudential and Treasury Management Indicators

Prudential Indicators

Indicator No.

1. The actual capital expenditure incurred in 2019/20 and the estimates of capital expenditure for the current and future years that are recommended for approval are:

	2019/20 £000 Actual	2020/21 £000 Estimate	2021/22 £000 Estimate	2022/23 £000 Estimate	2023/24 £000 Estimate	2024/25 £000 Estimate	2025/26 £000 Estimate
Fleetwood Heritage Action Zone	0	122	516	855	215	0	0
Fleetwood Market & Studios	251	451	0	0	0	0	Ō
Flood Defences	1,432	4,246	0	0	0	0	0
Housing Grants	1,908	2,172	1,833	1,833	1,833	1,833	1,833
Leisure Centres	228	0	0	0	0	0	0
Other Asset Management (incl. vehicles and digital transformation)	502	3,501	394	155	149	303	215
Parks and Open Spaces	875	1,230	0	0	0	0	0
Wheeled Bins	783	42	0	0	0	0	0
Total	5,979	11,764	2,743	2,843	2,197	2,136	2,048

2. Estimates of the ratio of financing costs to net revenue stream for the current and future years, and the actual figures for 2019/20 are:

	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
	Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Ratio	-0.39%	0.50%	0.97%	0.52%	0.52%	0.46%	0.37%

The estimates of financing costs include current commitments and the proposals in the budget report.

3. Estimates of the end of year capital financing requirement for the authority for the current and future years and the actual capital financing requirement at 31st March 2020 are:

	31/03/20	31/03/21	31/03/22	31/03/23	31/03/24	31/03/25	31/03/26
	£000	£000	£000	£000	£000	£000	£000
	Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Total Capital Financing Requirement (Expenditure less capital grants & use of usable/set-aside receipts)	11,261	11,165	11,069	10,973	10,877	10,787	10,707

The capital financing requirement measures the authority's underlying need to borrow for a capital purpose.

To ensure that debt over the medium term is only for capital purposes, debt should not, except in the short term, exceed the Capital Financing Requirement for the previous, current and next two financial years.

4.	Estimates of Impact of Capital Investment Decisions on the Band D Council Tax	2019/20 £ Actual	2020/21 £ Actual	2021/22 £ Estimate	2022/23 £ Estimate	2023/24 £ Estimate	2024/25 £ Estimate	2025/26 £ Estimate
	Addition in Council Tax Requirement (per Band D equiv property)	0.31	0.10	0.01	0.00	0.00	0.01	0.01

These forward estimates reflect the impact of future capital programmes, are not fixed and do not commit the Council.

Treasury Management Indicators

Wyre Borough Council has adopted the Chartered Institute of Public Finance and Accountancy (CIPFA) Code of Practice for Treasury Management in the Public Services.

Indicator No.

1. External Debt - Authorised Limit

The maximum level of external borrowing on a gross basis (i.e. excluding investments) for the Council.	This is a statutory I	limit determined u	nder the local Go	vernment Act 200	3 and must not be	e exceeded during	g the year.
	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
	£000	£000	£000	£000	£000£	£000	£000
	Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Borrowing	20,000	20,000	20,000	20,000	20,000	20,000	20,000
Other Long Term Liabilities	0	0	100	100	100	100	100
_							
Total Authorised Limit	20,000	20,000	20,100	20,100	20,100	20,100	20,100

 External Debt - Operational Boundary (Reasonable Limit-day to day) The reasonable limit for external debt (excluding investments) focussing

nable limit for external debt (excluding investments) focussing on day-to-day treasury m	anagement activities.						
	2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
	£000	£000	£000	£000	£000	£000	£000
	Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
Borrowing	13,452	13,452	13,452	13,452	13,452	13,452	13,452
Other Long Term Liabilities (Deferred Liabilities)	7	7	50	50	50	50	50
Total Operational Boundary	13,459	13,459	13,502	13,502	13,502	13,502	13,502

3. Actual External Debt

31/03/20
£000
Actual
0
1,552
7
1,559

It should be noted that actual external debt is not directly comparable to the authorised limit or operational boundary, since the actual external debt reflects the position at one point in time.

4. Fixed Interest Rate Exposures

5.

		2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
		%	%	%	%	%	%	%
		Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
	Principal sums outstanding in respect of borrowing at fixed rates	100	100	100	100	100	100	100
	Principal sums outstanding in respect of fixed rate investments	24	25	25	25	25	25	25
5.	Variable Interest Rate Exposures							
		2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
		%	%	%	%	%	%	%
		Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
	Principal sums outstanding in respect of borrowing at variable rates	0	25	25	25	25	25	25
	Principal sums outstanding in respect of variable rate investments	76	100	100	100	100	100	100

Borrowing at fixed rates will be between 75% - 100% of the total portfolio Borrowing at variable rates will be between 0% - 25% of the total portfolio Investments at fixed rates will be between 0% - 25% of the total portfolio Investments at variable rates will be between 75% - 100% of the total portfolio

6. Maturity Structure of Borrowing

It is recommended that the Council sets upper and lower limits for the maturity structure of its borrowing as follows.

Amount of projected borrowing that is fixed rate maturing in each period as a % of total projected borrowing that is fixed rate at the

	start of the period.							
			Upper Limit	Lower Limit				
	Under 12 months		100	0				
	12 months and within 24 months		45	0				
	24 months and within 5 years		75	0				
	5 years and within 10 years		75	0				
	10 years and above		100	0				
7.	Total principal sums invested for periods longer than 364 days							
		2019/20	2020/21	2021/22	2022/23	2023/24	2024/25	2025/26
		£000	£000	£000	£000	£000	£000	£000
		Actual	Estimate	Estimate	Estimate	Estimate	Estimate	Estimate
	Total principal sum invested to final maturities beyond the period end	0	0	0	0	0	0	0